

EXPLANATION OF PAYMENT

Your Individual Indian Money (IIM) Trust Oil and Gas Revenue Explanation of Payment (EOP) Report looks like the sample to the right. You can trace transactions on the EOP to your quarterly IIM Account Statement of Performance.

To help you understand the EOP, some words in the sample are highlighted with numbers in red circles. Those numbers correspond to words defined in the glossary on the reverse of this page.

For questions or help, contact your Fiduciary Trust Officer (FTO). To locate your FTO, visit the website of the Office of the Special Trustee for American Indians (OST) at www.doi.gov/ost/fto. You may also call OST's Trust Beneficiary Call Center, toll free, at 1-888-678-6836.

If you have questions, please call
1-888-678-6836

Monday - Friday 7 am - 6 pm (MT)
Saturday 8 am - 12 pm

Trust Beneficiary Call Center
4400 Masthead St. NE
Albuquerque, NM 87109

Please include IIM Account Number and BIA
Document ID in all correspondence.



Explanation of Payment
Revenue from Oil and Gas Leases
September 10, 2010

JOE BENEFICIARY

DENVER CO 99999

EXPLANATION OF PAYMENT REPORT

Royalty and interest revenue included on this report may be taxable, please consult your tax professional for advice.
The amount you receive may not match the Report Total because other income from your IIM account may be included.

SUMMARY	
Total Royalties	\$8,496.40
Total Late Pay Interest	\$0.00
Total Investment Interest Earned	\$0.40
Report Total and amount posted to your IIM Account	\$8,496.80

IIM Account: XXXXXX3017

ONRR Lease Number: 5230082990												1 BIA Document ID: 7082999398		4 Tract Legal: 028.00N 058.00E 000009	
2 Tract Name: BERCIER, DAVID												3 Tract ID: 226 M 557		ROOSEVELT MT	
5 Payor	6 Transaction	7 Adjustment	8 Product	Month Sold	9 Volume Sold	Price	Total	10 Allotment Share	11 Royalty Rate	12 Undivided Ownership	Your Share				
ST MARY LAND & EXPLORATION CO	Royalty		Gas	JUN 10	663.12	x \$7.8687 =	\$5,217.92	x 1.00000000	x 0.2000	x 0.0666666666	= \$69.57				
ST MARY LAND & EXPLORATION CO	Royalty		Gas	JUN 10	663.12	x \$7.8687 =	\$5,217.92	x 1.00000000	x 0.2000	x 0.2333333333	= \$243.50				
ST MARY LAND & EXPLORATION CO	Royalty		Gas	JUN 10	663.12	x \$7.8687 =	\$5,217.92	x 1.00000000	x 0.2000	x 0.1666666667	= \$173.93				
ST MARY LAND & EXPLORATION CO	Royalty		Oil	JUN 10	1361.78	x \$62.9929 =	\$85,782.46	x 1.00000000	x 0.2000	x 0.0666666666	= \$1,143.77				
ST MARY LAND & EXPLORATION CO	Royalty		Oil	JUN 10	1361.78	x \$62.9929 =	\$85,782.46	x 1.00000000	x 0.2000	x 0.2333333333	= \$4,003.18				
ST MARY LAND & EXPLORATION CO	Royalty		Oil	JUN 10	1361.78	x \$62.9929 =	\$85,782.46	x 1.00000000	x 0.2000	x 0.1666666667	= \$2,859.42				
Total Lease Royalties											\$8,493.37				
ONRR Lease Number: 5380014470												1 BIA Document ID: 7014477585		4 Tract Legal: 035.00N 031.00E 000015	
2 Tract Name: LENOIR, ADELLE												3 Tract ID: 224 1880		PHILLIPS MT	
5 Payor	6 Transaction	7 Adjustment	8 Product	Month Sold	9 Volume Sold	Price	Total	10 Allotment Share	11 Royalty Rate	12 Undivided Ownership	Your Share				
NOBLE ENERGY, INC.	Royalty		Gas	JUN 10	267.06	x \$4.8987 =	\$1,308.24	x 1.00000000	x 0.1667	x 0.0111111111	= \$3.03				
Total Lease Royalties											\$3.03				
Investment interest earned on Revenues posted to IIM Account No: XXXXXX3017											\$0.40				
Report Total:											\$8,496.80				

Explanation of Payment Report Glossary

1 BIA Document ID: Bureau of Indian Affairs (BIA) assigned number to identify the encumbrance document. (An encumbrance is a lease, right of way, permit or any other legal instrument that authorizes use of the property.)

2 Tract Name: Allotment name reflected on the list of real property assets on your quarterly Individual Indian Money account statement.

3 Tract ID: Unique BIA number assigned to your tract of land.

4 Tract Legal: Section (S), Township (T), Range (R), Meridian (M), county and state where your tract is located.

5 Payor: Business that submits mineral reports and payments. It may not be the same as the lessee or operator.

6 Transaction

Estimates: A royalty payment based on estimated volumes and values and adjusted when the payor determines the actual royalty amount due.

Interest: Office of Natural Resources Revenue (ONRR)* assesses payors late payment interest for late payment of lease revenues. This interest may be taxable, please consult your tax professional for advice.

Other: Call the Trust Beneficiary Call Center for assistance. Toll free 1-888-678-6836.

Overpayment: An amount equal to a previous royalty overpayment that will reduce your share of lease revenue until repaid.

Overpayment Reduction: The amount of the overpayment repaid by this transaction. The reduction (negative number) does not exceed 50 percent of the lease revenue processed this month.

Processing: A deduction (negative number) of authorized costs to process raw natural gas to remove valuable liquids.

Rent: An annual payment, required as part of the lease terms, to keep the lease active for the right to explore and produce minerals.

Refundable Rent: The rental rate (positive number) specified in the lease is refundable from future lease royalties per the lease terms.

Rent Refund: A refund (negative number) from lease royalties for a previously paid refundable rent payment.

Non-Refundable Rent: The rental rate (positive number) specified in the lease and not refundable from lease royalties.

Royalty: Revenue due from sale of lease minerals.

Tax: A deduction (negative number) resulting from a tax payment to a taxing authority.

Transportation: A deduction (negative number) of authorized costs associated with the transportation of the royalty product.

7 Adjustment

Compliance: Adjustments due to compliance with regulations, lease terms or agreement changes.

Estimate: Increase or decrease in estimate payment.

General: Routine volume and value adjustments.

8 Products

Gas: May include natural gas, plant residue gas, coal bed methane, carbon dioxide, etc.

Oil: May include crude oil, natural gasoline, condensate or any hydrocarbon liquid.

Plant Liquids: May include propane, butane or other liquids.

Sulfur: Produced from hydrogen sulfide gas or by mining.

9 Volume Sold: Measurements used are oil in barrels, gas in thousands of cubic feet (MCF), natural gas plant products in gallons and sulfur in tons.

10 Allotment Share: Represents the portion of income that the allotment earns, expressed as a decimal.

11 Royalty Rate: Specified in the lease and represents the lease share of revenue from the sale of minerals, expressed as a decimal.

12 Undivided Ownership: Interest you own in the respective tract and/or encumbrance.

Taxable Income: Revenue may include interest collected by ONRR for late payment of royalties by the payor and interest earned on lease revenue posted to your Individual Indian Money account. The income may be subject to income taxes. *Please consult your tax professional for guidance.*

*Office of Natural Resources Revenue (ONRR) was formerly Minerals Management Service (MMS)

United States
Department of the Interior

A Sample of Your New Individual Indian Money Trust Oil and Gas Revenue Explanation of Payment (EOP) Report

